

FIRST REGULAR SESSION  
HOUSE COMMITTEE SUBSTITUTE FOR  
**SENATE BILL NO. 504**  
**92ND GENERAL ASSEMBLY**

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Reported from the Committee on Local Government April 15, 2003, with recommendation that the House Committee Substitute for Senate Bill No. 504 Do Pass by Consent.

STEPHEN S. DAVIS, Chief Clerk

1391L.05C

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**AN ACT**

To repeal section 135.207, RSMo, and to enact in lieu thereof one new section relating to satellite enterprise zones.

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*Be it enacted by the General Assembly of the state of Missouri, as follows:*

Section A. Section 135.207, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 135.207, to read as follows:

135.207. 1. (1) Any city with a population of at least three hundred fifty thousand inhabitants which is located in more than one county and any city not within a county, which includes an existing state designated enterprise zone within the corporate limits of the city may each, upon approval of the local governing authority of the city and the director of the department of economic development, designate up to three satellite zones within its corporate limits. A prerequisite for the designation of a satellite zone shall be the approval by the director of a plan submitted by the local governing authority of the city describing how the satellite zone corresponds to the city's overall enterprise zone strategy.

(2) Any Missouri community classified as a village whose borders lie adjacent to a city with a population in excess of three hundred fifty thousand inhabitants as described in subdivision (1) of this subsection, and which has within the corporate limits of the village a factory, mining operation, office, mill, plant or warehouse which has at least three thousand employees and has an investment in plant, machinery and equipment of at least two hundred million dollars may, upon securing approval of the director and the local governing authorities of the village and the adjacent city which contains an existing state designated enterprise zone, designate one satellite zone to be located within the corporate limits of the village, such zone to be in addition to the six authorized in subdivision (1) of this subsection.

(3) Any geographical area partially contained within any city not within a county and

19 partially contained within any county of the first classification with a charter form of government  
20 with a population of nine hundred thousand or more inhabitants, which area is comprised of a  
21 total population of at least four thousand inhabitants but not more than seventy-two thousand  
22 inhabitants, and which area consists of at least one fourth class city, and has within its boundaries  
23 a military reserve facility and a utility pumping station having a capacity of ten million cubic  
24 feet, may, upon securing approval of the director and the appropriate local governing authorities  
25 as provided for in section 135.210, be designated as a satellite zone, such zone to be in addition  
26 to the six authorized in subdivision (1) of this subsection.

27 **(4) In addition to all other satellite zones authorized in this section, any home rule**  
28 **city with more than one hundred fifty-one thousand five hundred but less than one**  
29 **hundred fifty-one thousand six hundred inhabitants which includes an existing state**  
30 **designated enterprise zone with the corporate limits of the city may, upon approval of the**  
31 **governing authority of the city and the director of the department of economic**  
32 **development, designate one satellite zone within its corporate limits. No satellite zone shall**  
33 **be designated pursuant to this subdivision until the governing authority of the city submits**  
34 **a plan describing how the satellite zone corresponds to the city's overall enterprise zone**  
35 **strategy and the director approves the plan.**

36 2. For satellite zones designated pursuant to the provisions of subdivisions (1) and (3)  
37 of subsection 1 of this section, the satellite zones, in conjunction with the existing  
38 state-designated enterprise zone shall meet the following criteria:

39 (1) The area is one of pervasive poverty, unemployment, and general distress, or one in  
40 which a large number of jobs have been lost, a large number of employers have closed, or in  
41 which a large percentage of available production capacity is idle. For the purpose of this  
42 subdivision, "large number of jobs" means one percent or more of the area's population according  
43 to the most recent decennial census, and "large number of employers" means over five;

44 (2) At least fifty percent of the residents living in the area have incomes below eighty  
45 percent of the median income of all residents within the state of Missouri according to the last  
46 decennial census or other appropriate source as approved by the director;

47 (3) The resident population of the existing state designated enterprise zone and its  
48 satellite zones must be at least four thousand but not more than seventy-two thousand at the time  
49 of designation;

50 (4) The level of unemployment of persons, according to the most recent data available  
51 from the division of employment security or from the United States Bureau of Census and  
52 approved by the director, within the area exceeds one and one-half times the average rate of  
53 unemployment for the state of Missouri over the previous twelve months, or the percentage of  
54 area residents employed on a full-time basis is less than sixty percent of the statewide percentage

55 of residents employed on a full-time basis.

56           3. A qualified business located within a satellite zone shall be subject to the same  
57 eligibility criteria and can be eligible to receive the same benefits as a qualified facility in  
58 sections 135.200 to 135.255.